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## U.S. House of Representatives Committee on Energy and Commerce Washington, DC 20515-6115

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September 18, 2007

DENNIS B. FITZGIBBONS, CHIEF OF STAFF GREGG A. ROTHSCHILD, CHIEF COUNSEL

> The Honorable George W. Bush President The White House 1600 Pennsylvania Avenue Washington, D.C. 20500-0003

Dear Mr. President,

Like you, we are strong supporters of the State Children's Health Insurance Program (SCHIP), and we support the goal of reauthorizing this important program. We cannot, however, support the policies that underlie H.R. 3162, the Democratic majority's "CHAMP Act," and we applaud your decision to veto this deeply flawed legislation if it is presented to you in its current form.

We believe health care coverage for our children deserves more legislative consideration and review than it has been given by the Democratic Leadership of the House. As you may know, the 460-plus pages of the CHAMP Act were hidden from Republican members of Congress and the American people until nearly midnight of the day it was scheduled for legislative action in the Energy and Commerce Committee. Unfortunately, there was neither a legislative hearing on the bill, nor enough time given to Members in order for them to fully consider the impact of this complex proposal. Under the guise of a reauthorization of the popular SCHIP program, the CHAMP Act represents a massive expansion of government-run health care. Clearly, it is the intention of the Democratic Leadership to not only reauthorize the current SCHIP program, which provides health insurance coverage to low-income, uninsured children, but to also fundamentally alter and expand the program to include middle-class and wealthy families and adults, many of whom already have private health insurance. Children's health coverage provided by the taxpayers should be for poor children, not adults with \$100,000 incomes. By replacing private health insurance coverage with government health care, the Democratic majority is attempting to shift more costs onto the already overburdened American taxpayers. Working Americans rejected this idea when the Clinton Administration proposed it.

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SCHIP was created in 1997 with the strong support of Republican members of Congress. During its first 10 years, the Federal government spent just more than \$40 billion and currently provides health coverage for over 6.7 million children. Under the Democratic Leadership's CHAMP Act, the bipartisan Congressional Budget Office (CBO) estimates that SCHIP spending will grow to \$178.7 billion during the next ten years. In exchange for this astonishing increase in reliance on the taxpayers, the CBO estimates that only 600,000 additional children who are currently eligible would be covered by SCHIP in 2012. The people who work and pay their taxes are counting on us not to let SCHIP become Sen. Hillary Clinton's dream come true.

The reason the Democrats' bill costs so much is simple. The primary goal of the CHAMP Act is to force millions more Americans into inefficient, government-run bureaucracies. The CHAMP Act will sign up adults making well over \$100,000 for what is supposed to be an effort to help needy children. In fact, the legislation contains nothing to ban people of any income level from taxpayer-funded SCHIP coverage. Moreover, they don't even have to be citizens. This legislation overturns current law mandating that States verify the citizenship and identity of applicants and spends billions of dollars to provide financial incentives to States that do enroll non-U.S. citizens into their taxpayer-funded public-assistance programs.

We are also troubled that this legislation pays for the massive expansion in government-run health care by taking funds away from millions of senior citizens on Medicare. The bill cuts over \$157 billion out of the Medicare Advantage program. This is money that is used to lower the cost of premiums, eliminate co-payments, provide enhanced benefits such as vision and dental benefits, and provide access to affordable prescription drugs. As a result, an estimated 3 million beneficiaries will lose their Medicare Advantage coverage.

Other vulnerable populations are also targeted for severe cuts to pay for this legislation. Over \$27 billion is cut out of commonly used services, including cuts to home oxygen, imaging services, the end stage renal disease program, home health services, and power wheelchairs. When all is said and done, the Democrats seek to cut over \$17 billion out of payments to hospitals, nursing homes, and rehab facilities.

In short, Mr. President, H.R.3162 is a vehicle to do what the Clinton administration failed to do – force Americans into a Washington-controlled, bureaucrat-run health care program. Should the CHAMP Act become law, more individuals would lose access to private health insurance, forcing them into government-run insurance. The Democrats are attempting to draw our constituents out of private coverage and into a government bureaucracy. This would have disastrous effects on the health care delivery system in this country.

Mr. President, we support reauthorization of the SCHIP program and believe it is possible to reach a bipartisan agreement to strengthen this program whose purpose is to provide health care coverage to low income children. To accomplish that, we strongly support your decision to veto the legislation passed by the House and look forward to working with you to responsibly reauthorize this worthy program.

Respectfully,

Member of Congress

Michael Burgess

Member of Congress

e Barton Nathan Deal Ranking Member Ranking Member Committee on Energy and Commerce Subcommittee on Health UAL Dennis Hastert Tim Murphy Member of Congress Member of Congress John Shimkus Member of Congress Mike Rogers, MI Member of Congress John Shadegg Fred Upton Member of Congress Member of Congress Barbara Cubin Member of Congress Member of Congress Steve Buyer Lee Terry Member of Congress Member of Congress htfill John Sullivan Ed Whitfield

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